



Interim Financial Information
Half Year Ended December 31, 2015
(Unaudited)



| Nishat Chunian Ltd

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COMPANY INFORMATION

Board of Directors:

Mrs. Farhat Saleem (*Chairperson*)
Mr. Shahzad Saleem (*Chief Executive*)
Mr. Zain Shahzad
Mr. M. Imran Rafiq (*Nominee NIT*)
Mr. Aftab Ahmad Khan
Mr. Muhammad Ali Zeb
Mr. Kamran Rasool

Audit Committee:

Mr. M. Imran Rafiq (*Chairman*)
Mr. Zain Shahzad (*Member*)
Mr. Muhammad Ali Zeb (*Member*)

HR & Remuneration Committee:

Mr. Shahzad Saleem (*Chairman*)
Mr. Zain Shahzad (*Member*)
Mr. Kamran Rasool (*Member*)

CFO / Company Secretary:

Mr. Saqib Riaz

Head of Internal Audit:

Mr. Faqir Syed Ameer Abbas

Mills:

Spinning 1, 4, 5, 7 & 8
49th Kilometre, Multan Road,
Bhai Pheru, Tehsil Chunian,
District Kasur.

Dyeing & Printing
4th Kilometre, Manga Road,
Raiwind.

Spinning 2, 3, 6 & Weaving
49th Kilometre, Multan Road,
Kamogal, Tehsil Pattoki,
District Kasur.

Bankers to the Company:

Allied Bank Limited
Askari Bank Limited
Al Barka Bank (Pakistan) Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Burj Bank Limited
Dubai Islamic Bank Pakistan Limited
Industrial and Commercial Bank of China (ICBC)
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Meezan Bank Limited
National Bank of Pakistan
NIB Bank Limited
Pak Kuwait Investment Company (Private) Limited
Standard Chartered Bank Pakistan Limited
SAMBA Bank Limited
Soneri Bank Limited
The Bank of Punjab
United Bank Limited

Auditors:

Riaz Ahmad & Company
Chartered Accountants

Registered & Head Office:

31-Q, Gulberg-II,
Lahore, Pakistan.
Phone : 35761730-39
Fax : 35878696-97
Web : www.nishat.net

Share Registrar:

Hameed Majeed Associates (Pvt) Limited
1st Floor, H.M. House
7-Bank Square, Lahore
Ph: 042 37235081-2 Fax: 042-37358817

DIRECTORS' REPORT

Dear Shareholders

The Board of Directors is pleased to announce the unaudited results for the half year ended on December 2015.

Operating Financial Results

Revenues earned during this half year are Rs. 12.3 billion as compared to Rs. 11.3 billion during the corresponding previous half year; registering an increase of 9.2%. Gross profit has increased by 10.1% while Net profit after tax for current period is Rs. 697.35 million which is 114.24% higher than the net profit of Rs. 325.49 million for the corresponding half year. Despite poor financial results in the first quarter, the value added sector of textile industry in Pakistan has gained some space in second quarter of fiscal year 2015-16. However, the Spinning sector has not experienced any revival. The slump in Chinese market coupled with poor quality local cotton has resulted in a difficult period for the Spinning business.

Comparison of corresponding previous period and the first quarter clearly reveals the significant improvement in the financial performance of the business. Improvements in value addition chain, slight Pak rupee devaluation against US dollar, dividend income, reduction in fuel cost and reduction in finance cost have cumulatively helped in achieving these results.

| Financial Highlights | Half year ended December | | Increase % |
|-----------------------------|--------------------------|----------------|------------|
| | 2015 | 2014 | |
| Sales (Rs.) | 12,340,629,290 | 11,300,854,580 | 9.20% |
| Gross Profit (Rs.) | 1,053,366,807 | 956,693,242 | 10.10% |
| Profit After Taxation (Rs.) | 697,351,660 | 325,499,234 | 114.24% |
| Gross Profit % | 8.54% | 8.47% | |
| Profit After Tax % | 5.65% | 2.88% | |
| Earnings Per Share (Rs.) | 2.96 | 1.54 | |

Future Prospects

The management is striving for value creation through use of modern technology and further diversification of the company's operations. The Company is also regularly investing in advancement of plant and machinery and introducing latest state-of-the-art technologies in order to be competitive in the global market. In weaving mill seventy three (73) state-of-the art narrow width looms have been successfully installed while nineteen (19) more are in progress. The Home Textile business has successfully started commercial production of digital printing. Technological upgradation of various machineries in the Spinning business is in process, which will help the Company in mitigating costs and producing higher quality products. This advancement in technology and shift from conventional processes is expected to open new horizons of opportunities.

The Company's subsidiary, Nishat Chunian Power Limited has announced an interim dividend of Rs. 2 per share in its BOD meeting held on February 25, 2016.

Subsidiary Companies and Consolidated Financial Statements

Nishat Chunian Power Limited, NC Electric Company Limited, Nishat Chunian USA Inc. and NC Entertainment (Pvt.) Limited are subsidiary companies of the Company. The Company has annexed consolidated condensed interim financial information in addition to its separate condensed interim financial information, in compliance with the requirements of International Financial Reporting Standards and applicable provisions of the Companies Ordinance 1984.

The Directors wish to express their appreciation for the dedicated employees who continue to play a pivotal role in the operations of the Company.

On behalf of the Board
Shahzad Saleem
Chief Executive
25 February 2016

REVIEW REPORT

AUDITORS' REVIEW REPORT TO THE MEMBERS ON REVIEW OF UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying unconsolidated condensed interim balance sheet of NISHAT (CHUNIAN) LIMITED as at 31 December 2015 and the related unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement, unconsolidated condensed interim statement of changes in equity and notes to the accounts for the half year then ended (herein after referred to as "unconsolidated condensed interim financial information"). Management is responsible for the preparation and presentation of this unconsolidated condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this unconsolidated condensed interim financial information based on our review. The figures of the unconsolidated condensed interim profit and loss account and unconsolidated condensed interim statement of comprehensive income for the quarters ended 31 December 2015 and 31 December 2014 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2015.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial information as of and for the half year ended 31 December 2015 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

RIAZ AHMAD & COMPANY
Chartered Accountants

Name of engagement partner:
Mubashar Mehmood

25 February 2016
Lahore

UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET

AS AT 31 DECEMBER 2015

| | Note | Un-audited 31 December 2015 Rupees | Audited 30 June 2015 Rupees |
|--|------|---|--------------------------------------|
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized share capital | | 3,000,000,000 | 3,000,000,000 |
| Issued, subscribed and paid-up share capital | | 2,402,215,560 | 2,001,846,300 |
| Share deposit money | | - | 951,794,725 |
| Reserves | | 7,953,558,228 | 7,015,985,012 |
| Total equity | | 10,355,773,788 | 9,969,626,037 |
| LIABILITIES | | | |
| NON-CURRENT LIABILITIES | | | |
| Long term financing | 5 | 2,657,317,500 | 2,905,900,727 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 1,803,122,655 | 1,278,883,394 |
| Accrued mark-up | | 135,487,490 | 171,942,000 |
| Short term borrowings | | 13,181,988,259 | 10,817,110,967 |
| Current portion of non-current liabilities | | 1,756,929,500 | 1,816,380,679 |
| Total liabilities | | 16,877,527,904 | 14,084,317,040 |
| CONTINGENCIES AND COMMITMENTS | 6 | | |
| TOTAL EQUITY AND LIABILITIES | | 29,890,619,192 | 26,959,843,804 |

The annexed notes form an integral part of this unconsolidated condensed interim financial information.

CHIEF EXECUTIVE

UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET

AS AT 31 DECEMBER 2015

| | Note | Un-audited 31 December 2015 Rupees | Audited 30 June 2015 Rupees |
|-------------------------------------|------|---|--------------------------------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Fixed assets | 7 | 9,625,451,069 | 9,041,707,018 |
| Investments in subsidiary companies | | 3,208,400,635 | 3,097,125,226 |
| Long term loans to employees | | 12,069,228 | 5,684,723 |
| Long term security deposits | | 20,769,440 | 20,769,440 |
| | | 12,866,690,372 | 12,165,286,407 |
| CURRENT ASSETS | | | |
| Stores, spare parts and loose tools | | 722,267,050 | 648,363,911 |
| Stock-in-trade | | 8,981,959,837 | 6,018,822,041 |
| Trade debts | | 4,901,438,133 | 4,758,163,523 |
| Loans and advances | | 614,437,893 | 845,091,689 |
| Short term prepayments | | 27,314,548 | 2,084,516 |
| Other receivables | | 1,682,348,600 | 1,530,672,435 |
| Short term investments | | 22,213,648 | 21,891,484 |
| Cash and bank balances | | 71,949,111 | 969,467,798 |
| | | 17,023,928,820 | 14,794,557,397 |
| TOTAL ASSETS | | 29,890,619,192 | 26,959,843,804 |

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| Note | HALF YEAR ENDED | | QUARTER ENDED | |
|--|---------------------|---------------------|---------------------|---------------------|
| | 31 December 2015 | 31 December 2014 | 31 December 2015 | 31 December 2014 |
| ----- Rupees ----- | | | | |
| SALES | 12,340,629,290 | 11,300,854,580 | 6,516,297,057 | 5,990,733,830 |
| COST OF SALES | 8 (11,287,262,483) | (10,344,161,338) | (5,901,090,746) | (5,440,144,792) |
| GROSS PROFIT | 1,053,366,807 | 956,693,242 | 615,206,311 | 550,589,038 |
| DISTRIBUTION COST | (360,128,465) | (359,859,562) | (195,195,475) | (204,267,384) |
| ADMINISTRATIVE EXPENSES | (89,488,224) | (91,742,908) | (46,938,599) | (51,984,372) |
| OTHER EXPENSES | (126,601,712) | (44,531,178) | (65,460,373) | (43,382,178) |
| | (576,218,401) | (496,133,648) | (307,594,447) | (299,633,934) |
| | 477,148,406 | 460,559,594 | 307,611,864 | 250,955,104 |
| OTHER INCOME | 781,103,208 | 686,481,712 | 769,294,140 | 773,540,057 |
| PROFIT FROM OPERATIONS | 1,258,251,614 | 1,147,041,306 | 1,076,906,004 | 1,024,495,161 |
| FINANCE COST | (467,619,821) | (690,517,887) | (236,530,391) | (381,842,221) |
| PROFIT BEFORE TAXATION | 790,631,793 | 456,523,419 | 840,375,613 | 642,652,940 |
| TAXATION | (93,280,133) | (131,024,185) | (34,858,382) | (78,666,564) |
| PROFIT AFTER TAXATION | 697,351,660 | 325,499,234 | 805,517,231 | 563,986,376 |
| | | (Restated) | | (Restated) |
| EARNINGS PER SHARE - BASIC AND DILUTED | 2.96 | 1.54 | 3.35 | 2.67 |

The annexed notes form an integral part of this unconsolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | HALF YEAR ENDED | | QUARTER ENDED | |
|---|---------------------|---------------------|---------------------|---------------------|
| | 31 December 2015 | 31 December 2014 | 31 December 2015 | 31 December 2014 |
| | ----- Rupees ----- | | | |
| PROFIT AFTER TAXATION | 697,351,660 | 325,499,234 | 805,517,231 | 563,986,376 |
| OTHER COMPREHENSIVE INCOME | | | | |
| Items that will not be reclassified to profit or loss | - | - | - | - |
| Items that may be reclassified subsequently to profit or loss | - | - | - | - |
| Other comprehensive income for the period | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | 697,351,660 | 325,499,234 | 805,517,231 | 563,986,376 |

The annexed notes form an integral part of this unconsolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | HALF YEAR ENDED | | |
|---|------------------------|--------------------------|--------------------------|
| | 31 December | 31 December | |
| | 2015 | 2014 | |
| Note | Rupees | Rupees | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash utilized in operations | 9 | (1,534,314,984) | (1,460,859,304) |
| Finance cost paid | | (504,074,331) | (654,076,816) |
| Income tax paid | | (285,815,968) | (196,336,149) |
| Net (increase) / decrease in long term loans to employees | | (6,384,505) | 1,668,411 |
| Net decrease in long term security deposits | | - | 388,227 |
| Net cash utilized in operating activities | | <u>(2,330,589,788)</u> | <u>(2,309,215,631)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Capital expenditure on property, plant and equipment | | (988,298,886) | (318,305,854) |
| Proceeds from sale of property, plant and equipment | | 34,435,333 | 14,249,600 |
| Capital expenditure on intangible asset | | (1,920,000) | - |
| Short term investments made | | - | 18,142,282 |
| Investments in subsidiary companies | | (111,275,409) | (515,914,476) |
| Dividends received from subsidiary company | | 750,343,280 | 656,550,370 |
| Profit on bank deposits received | | 434,225 | 928,598 |
| Net cash used in investing activities | | <u>(316,281,457)</u> | <u>(144,349,480)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from long term financing | | 679,872,000 | - |
| Repayment of long term financing and redeemable capital | | (987,906,406) | (945,525,057) |
| Share deposit money received | | 49,128,425 | - |
| Short term borrowings - net | | 2,364,877,292 | 3,643,246,640 |
| Dividend paid | | (356,618,753) | (195,127,099) |
| Net cash from financing activities | | <u>1,749,352,558</u> | <u>2,502,594,484</u> |
| Net (decrease) / increase in cash and cash equivalents | | <u>(897,518,687)</u> | <u>49,029,373</u> |
| Cash and cash equivalents at the beginning of the period | | 969,467,798 | 18,238,675 |
| Cash and cash equivalents at the end of the period | | <u><u>71,949,111</u></u> | <u><u>67,268,048</u></u> |

The annexed notes form an integral part of this unconsolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | SHARE CAPITAL | SHARE DEPOSIT MONEY | CAPITAL RESERVE | | REVENUE RESERVES | | TOTAL RESERVES | TOTAL EQUITY |
|---|---------------|---------------------|-----------------|---------------|------------------|------------------------|----------------|----------------|
| | | | Share Premium | Share Premium | General reserve | Un-appropriated profit | | |
| Rupees | | | | | | | | |
| Balance as at 30 June 2014 (Audited) | 2,001,846,300 | - | - | - | 1,629,221,278 | 4,786,528,249 | 6,415,749,627 | 8,417,598,927 |
| Transactions with owners: | | | | | | | | |
| Final dividend for the year ended 30 June 2014 @ Rupees 1 per share | - | - | - | - | - | (200,184,630) | (200,184,630) | (200,184,630) |
| Profit for the half year ended 31 December 2014 | - | - | - | - | - | 325,499,234 | 325,499,234 | 325,499,234 |
| Other comprehensive income for the half year ended 31 December 2014 | - | - | - | - | - | 325,499,234 | 325,499,234 | 325,499,234 |
| Total comprehensive income for the half year ended 31 December 2014 | - | - | - | - | - | 325,499,234 | 325,499,234 | 325,499,234 |
| Balance as at 31 December 2014 (Un-audited) | 2,001,846,300 | - | - | - | 1,629,221,278 | 4,911,842,953 | 6,541,064,231 | 8,542,910,531 |
| Transaction with owners: | | | | | | | | |
| Share deposit money received during the period | - | 951,794,725 | - | - | - | - | - | 951,794,725 |
| Profit for the half year ended 30 June 2015 | - | - | - | - | - | 474,920,781 | 474,920,781 | 474,920,781 |
| Other comprehensive income for the half year ended 30 June 2015 | - | - | - | - | - | 474,920,781 | 474,920,781 | 474,920,781 |
| Total comprehensive income for the half year ended 30 June 2015 | - | - | - | - | - | 474,920,781 | 474,920,781 | 474,920,781 |
| Balance as at 30 June 2015 (Audited) | 2,001,846,300 | 951,794,725 | - | - | 1,629,221,278 | 5,386,763,734 | 7,015,985,012 | 9,989,626,037 |
| Transactions with owners: | | | | | | | | |
| Share deposit money received during the period | - | 49,128,425 | - | - | - | - | - | 49,128,425 |
| Issue of shares against share deposit money during the period | 400,369,260 | (1,000,923,150) | 600,553,890 | - | - | - | 600,553,890 | - |
| Final dividend for the year ended 30 June 2015 @ Rupees 1.5 per share | - | - | - | - | - | (360,332,334) | (360,332,334) | (360,332,334) |
| Profit for the half year ended 31 December 2015 | - | - | - | - | - | 697,351,660 | 697,351,660 | 697,351,660 |
| Other comprehensive income for the half year ended 31 December 2015 | - | - | - | - | - | 697,351,660 | 697,351,660 | 697,351,660 |
| Total comprehensive income for the half year ended 31 December 2015 | - | - | - | - | - | 697,351,660 | 697,351,660 | 697,351,660 |
| Balance as at 31 December 2015 (Un-audited) | 2,402,215,560 | - | 600,553,890 | - | 1,629,221,278 | 5,723,783,060 | 7,353,004,338 | 10,585,773,788 |

The annexed notes form an integral part of this unconsolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

1 THE COMPANY AND ITS OPERATIONS

Nishat (Chunian) Limited ("the Company") is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 and is listed on Pakistan Stock Exchange Limited. Its registered office is situated at 31-Q, Gulberg II, Lahore. The Company is engaged in the business of spinning, weaving, dyeing, printing, stitching, processing, doubling, sizing, buying, selling and otherwise dealing in yarn, fabric and made-ups made from raw cotton, synthetic fiber and cloth, and to generate, accumulate, distribute, supply and sell electricity.

2 BASIS OF PREPARATION

This unconsolidated condensed interim financial information is un-audited but subject to limited scope review by the statutory auditors and is being submitted to shareholders as required by section 245 of the Companies Ordinance, 1984. This unconsolidated condensed interim financial information of the Company for the half year ended 31 December 2015 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. This unconsolidated condensed interim financial information should be read in conjunction with the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

3 ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of this unconsolidated condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this unconsolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this unconsolidated condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Un-audited 31 December 2015 Rupees | Audited 30 June 2015 Rupees |
|--|---|--------------------------------------|
| 5 LONG TERM FINANCING | | |
| From banking companies / financial institutions - secured | | |
| Long term loans (Note 5.1) | 2,439,817,500 | 2,745,900,721 |
| Long term musharaka (Note 5.2) | 217,500,000 | 160,000,000 |
| | <u>2,657,317,500</u> | <u>2,905,900,721</u> |
| 5.1 Long term loans | | |
| Opening balance | 4,416,031,406 | 6,020,373,190 |
| Add: Obtained during the period / year | 679,872,000 | - |
| Less: Repayments during the period / year | <u>899,156,406</u> | <u>1,604,341,784</u> |
| Closing balance | 4,196,747,000 | 4,416,031,406 |
| Less: Current portion shown under current liabilities | <u>1,756,929,500</u> | <u>1,670,130,679</u> |
| | <u>2,439,817,500</u> | <u>2,745,900,727</u> |
| 5.2 Long term musharaka | | |
| Opening balance | 275,000,000 | 470,000,000 |
| Add: Obtained during the period / year | - | - |
| Less: Repayments during the period / year | <u>57,500,000</u> | <u>195,000,000</u> |
| Closing balance | 217,500,000 | 275,000,000 |
| Less: Current portion shown under current liabilities | <u>-</u> | <u>115,000,000</u> |
| | <u>217,500,000</u> | <u>160,000,000</u> |

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

6 CONTINGENCIES AND COMMITMENTS

Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2015 except for the following:

- i) Guarantees of Rupees 131 million (30 June 2015: Rupees 116 million) have been issued by the banks of the Company to Director, Excise and Taxation, Karachi against disputed amount of infrastructure cess.
- ii) Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 915.999 million (30 June 2015: Rupees 584.887 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheque issued as security shall be encashable.
- iii) The Deputy Commissioner Inland Revenue passed an order under sections 161/205 of the Income Tax Ordinance, 2001 creating a demand of Rupees 19.073 million for the tax year 2014. The Company preferred an appeal against this order before Commissioner Inland Revenue (Appeals) [CIR (A)]. The CIR (A) adjudicated that impugned order is unsustainable and remanded back the matter to taxation officer for consideration of legal grounds and merits of the case. The Company has also filed an appeal before Appellate Tribunal Inland Revenue (ATIR) against the order of CIR (A). The proceedings before both forums are pending for adjudication. No provision against this demand has been made in this unconsolidated condensed interim financial information as the Company is confident of favorable outcome of its appeals.

Commitments

- i) Contracts for capital expenditure are amounting to Rupees 82.258 million (30 June 2015: Rupees 754.881 million).
- ii) Letters of credit other than for capital expenditure are amounting to Rupees 309.105 million (30 June 2015: Rupees 447.168 million).
- iii) Outstanding foreign currency forward contracts of Rupees 1,213.592 million (30 June 2015: Rupees 3,689.586 million).

| Un-audited | Audited |
|-------------|---------|
| 31 December | 30 June |
| 2015 | 2015 |
| Rupees | Rupees |

7 FIXED ASSETS

Property, plant and equipment

| | | |
|-------------------------------------|---------------|---------------|
| Operating fixed assets (Note 7.1) | 9,432,683,530 | 8,939,798,687 |
| Capital work-in-progress (Note 7.2) | 186,245,696 | 95,677,887 |
| | 9,618,929,226 | 9,035,476,574 |

Intangible asset:

| | | |
|------------------------------|---------------|---------------|
| Computer software (Note 7.3) | 6,521,843 | 6,230,444 |
| | 9,625,451,069 | 9,041,707,018 |

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Un-audited 31 December 2015 Rupees | Audited 30 June 2015 Rupees |
|---|---|--|
| 7.1 Operating fixed assets | | |
| Opening book value | 8,939,798,687 | 8,512,710,263 |
| Add: Cost of additions during the period / year (Note 7.1.1) | 897,731,077 | 1,208,107,348 |
| Less: Book value of deletions during the period / year (Note 7.1.2) | 29,220,610 | 21,882,968 |
| Less: Depreciation charged during the period / year | 375,625,624 | 759,135,956 |
| Closing book value | 9,432,683,530 | 8,939,798,687 |
| 7.1.1 Cost of additions during the period / year | | |
| Freehold land | - | 38,377,128 |
| Buildings on freehold land | 10,621,225 | 506,429,602 |
| Plant and machinery | 863,791,175 | 462,175,468 |
| Electric installations | 6,683,098 | 128,964,682 |
| Factory equipment | 1,587,970 | 31,162,332 |
| Furniture, fixtures and equipment | 1,140,595 | 14,186,549 |
| Office equipment | 3,084,690 | 9,099,683 |
| Motor vehicles | 10,822,324 | 17,711,904 |
| | 897,731,077 | 1,208,107,348 |
| 7.1.2 Book value of deletions during the period / year | | |
| Cost of deletions | | |
| Plant and machinery | 88,912,995 | 4,392,824 |
| Furniture, fixtures and equipment | - | 201,036 |
| Office equipment | 128,356 | 6,071,099 |
| Motor vehicles | 1,807,378 | 36,008,896 |
| | 90,848,729 | 46,673,855 |
| Less: Accumulated depreciation | 61,628,119 | 24,790,887 |
| Book value of deletions during the period / year | 29,220,610 | 21,882,968 |
| 7.2 Capital work-in-progress | | |
| Civil works on freehold land | 100,457,370 | 53,035,617 |
| Mobilization advances | 1,526,427 | 9,774,749 |
| Letters of credit | 75,960,417 | 19,664,691 |
| Advances for capital expenditures | 8,301,482 | 13,202,830 |
| | 186,245,696 | 95,677,887 |
| 7.3 Intangible asset - Computer software | | |
| Opening book value | 6,230,445 | 9,106,034 |
| Add: Cost of additions during the period / year | 1,920,000 | - |
| Less: Amortization charged during the period / year | 1,628,602 | 2,875,589 |
| Closing book value | 6,521,843 | 6,230,445 |

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| UN-AUDITED | | | |
|------------------------|--------------------|----------------------|--------------------|
| HALF YEAR ENDED | | QUARTER ENDED | |
| 31 December | 31 December | 31 December | 31 December |
| 2015 | 2014 | 2015 | 2014 |

----- Rupees -----

8 COST OF SALES

| | | | | |
|--|----------------|----------------|---------------|---------------|
| Raw materials consumed | 7,783,296,847 | 6,862,776,805 | 4,140,743,344 | 3,689,668,384 |
| Packing materials consumed | 401,421,389 | 332,227,685 | 220,416,964 | 182,015,895 |
| Stores, spare parts and loose tools consumed | 437,075,583 | 492,622,342 | 237,178,598 | 208,781,394 |
| Processing charges | 69,150,503 | 18,651,129 | 40,070,353 | 8,035,270 |
| Salaries, wages and other benefits | 1,027,318,079 | 925,206,485 | 515,685,864 | 504,462,683 |
| Fuel and power | 1,284,712,893 | 1,563,866,151 | 588,752,696 | 833,138,599 |
| Insurance | 20,286,092 | 20,948,584 | 10,158,181 | 10,633,919 |
| Postage and telephone | 378,079 | 3,705,742 | 184,194 | 255,945 |
| Travelling and conveyance | 9,464,271 | 10,987,511 | 4,439,816 | 5,363,302 |
| Vehicles' running and maintenance | 11,491,153 | 12,850,905 | 5,828,420 | 6,823,260 |
| Entertainment | 3,136,238 | 3,395,046 | 1,148,474 | 1,275,848 |
| Ijarah rentals | 3,634,357 | - | 2,004,237 | - |
| Depreciation on operating fixed assets | 372,845,516 | 365,933,520 | 189,440,691 | 187,701,592 |
| Repair and maintenance | 142,271,889 | 128,195,504 | 79,545,159 | 121,962,527 |
| Other factory overheads | 29,961,487 | 19,279,656 | 10,254,877 | 20,630,298 |
| | 11,596,444,376 | 10,760,647,065 | 6,045,851,868 | 5,780,748,916 |

Work-in-process:

| | | | | |
|---------------|---------------|---------------|---------------|---------------|
| Opening stock | 440,237,780 | 507,370,103 | 563,162,606 | 575,142,405 |
| Closing stock | (668,336,466) | (555,432,408) | (668,336,466) | (555,432,408) |
| | (228,098,686) | (48,062,305) | (105,173,860) | 19,709,997 |

Cost of goods manufactured

| | | | | |
|--|----------------|----------------|---------------|---------------|
| | 11,368,345,690 | 10,712,584,760 | 5,940,678,008 | 5,800,458,913 |
|--|----------------|----------------|---------------|---------------|

Finished goods and waste - opening stocks:

| | | | | |
|----------------|----------------|----------------|---------------|---------------|
| Finished goods | 796,579,213 | 695,735,249 | 826,709,130 | 699,445,158 |
| Waste | 33,960,725 | 39,999,009 | 45,326,757 | 44,398,401 |
| | 830,539,938 | 735,734,258 | 872,035,887 | 743,843,559 |
| | 12,198,885,628 | 11,448,319,018 | 6,812,713,895 | 6,544,302,472 |

Finished goods and waste - closing stocks:

| | | | | |
|----------------|----------------|-----------------|---------------|-----------------|
| Finished goods | (864,907,799) | (1,053,775,036) | (864,907,799) | (1,053,775,036) |
| Waste | (46,715,346) | (50,382,644) | (46,715,346) | (50,382,644) |
| | (911,623,145) | (1,104,157,680) | (911,623,145) | (1,104,157,680) |
| | 11,287,262,483 | 10,344,161,338 | 5,901,090,750 | 5,440,144,792 |

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | UN-AUDITED | |
|---|------------------------|------------------------|
| | HALF YEAR ENDED | |
| | 31 December 2015 | 31 December 2014 |
| | Rupees | Rupees |
| 9 CASH UTILIZED IN OPERATIONS | | |
| Profit before taxation | 790,631,793 | 456,523,419 |
| Adjustments for non-cash charges and other items: | | |
| Depreciation on operating fixed assets | 375,625,624 | 369,169,916 |
| Amortization on intangible asset | 1,628,602 | 1,437,795 |
| Gain on sale of property, plant and equipment | (5,214,723) | (7,078,105) |
| Profit on bank deposits | (756,390) | (928,598) |
| Finance cost | 467,619,821 | 690,517,887 |
| Dividend income | (750,343,280) | (656,550,370) |
| Working capital changes (Note 9.1) | (2,413,506,431) | (2,313,951,248) |
| | <u>(1,534,314,984)</u> | <u>(1,460,859,304)</u> |
| 9.1 Working capital changes | | |
| (Increase) / decrease in current assets: | | |
| Stores, spare parts and loose tools | (73,903,139) | (18,747,085) |
| Stock-in-trade | (2,963,137,796) | (3,348,890,279) |
| Trade debts | (143,274,610) | 452,655,744 |
| Loans and advances | 230,653,796 | (677,334,937) |
| Short term prepayments | (25,230,032) | (23,271,747) |
| Other receivables | 40,859,670 | 346,178,621 |
| | <u>(2,934,032,111)</u> | <u>(3,269,409,683)</u> |
| Increase in current liabilities: | | |
| Trade and other payables | 520,525,680 | 955,458,435 |
| | <u>(2,413,506,431)</u> | <u>(2,313,951,248)</u> |

10 SEGMENT INFORMATION

10.1 The Company has four reportable operating segments. The following summary describes the operation in each of the Company's reportable segments:

| | |
|------------------------------|---|
| Spinning: | Production of different quality of yarn using natural and artificial fiber. |
| Weaving: | Production of different quality of greige fabric using yarn. |
| Processing and Home Textile: | Processing of greige fabric for production of printed and dyed fabric and manufacturing of home textile articles. |
| Power Generation: | Generation and distribution of power. |

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

10.2. SEGMENT INFORMATION

| | Spring | | | | | | Hawing | | | | | | Processing and/or Iron Feeds | | | | | | Power Generation | | | | | | Elimination of Intersegment | | | | | | Total Company | | | | | |
|--|----------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|--------------|--------------|---------------|---------------|------------------------------|-----------|-----------------|-----------|-----------------|-----------|------------------|-----------|-----------------|-----------|-----------------|-----------|-----------------------------|-----------|-----------------|-----------|-----------------|-----------|-----------------|---------------|----------------|----------------|----------------|--|
| | Zone-1 | | Zone-2 | | Zone-3 | | Unit-1 | | Unit-2 | | Unit-3 | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | Half Year Ended | | | | | |
| | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | 31-Dec-14 | 31-Dec-15 | | | | | |
| Sales | 2,254,323,227 | 2,175,517,796 | 148,397,751 | 1,212,360,555 | 1,021,551,221 | 200,909,653 | 968,407,798 | 556,693,742 | 716,896,279 | 763,939,644 | 3,617,700,000 | 2,770,154,769 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 8,101,884,256 | 7,588,197,317 | | | |
| Expenses | 4,800,644,818 | 4,880,180,465 | 1,946,653,029 | 4,245,292,029 | 1,196,175,965 | 1,157,338,013 | 896,671,108 | 583,738,728 | 716,896,279 | 763,939,644 | 3,617,700,000 | 2,770,154,769 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 12,581,244,240 | 12,176,651,240 | | |
| - food | 3,300,000,000 | 3,100,000,000 | 1,000,000,000 | 2,500,000,000 | 700,000,000 | 700,000,000 | 500,000,000 | 300,000,000 | 300,000,000 | 300,000,000 | 1,000,000,000 | 1,000,000,000 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 10,000,000,000 | 9,500,000,000 | |
| - inter-segment | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | 50,000,000 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 200,000,000 | 200,000,000 | |
| - other | 3,388,524,818 | 3,200,000,000 | 2,122,744,999 | 4,145,644,211 | 2,154,445,975 | 1,502,300,779 | 1,005,378,837 | 2,22,938,004 | 716,896,279 | 763,939,644 | 3,617,700,000 | 2,770,154,769 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 12,140,659,200 | 11,608,647,317 | |
| Cost of sale | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 13,76,79,797 | 13,76,79,797 | |
| Cost of sale (100%) | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | 13,76,79,797 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 13,76,79,797 | 13,76,79,797 | |
| distribution cost | (12,57,72,908) | (7,74,96,450) | (14,81,648) | (1,608,625) | (1,134,820) | (1,134,820) | (10,702,020) | (4,079,153) | (5,29,928) | (13,966,930) | (18,533,627) | (22,289,347) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | (60,138,605) | (41,173,179) | |
| Administrative expenses | (53,993,329) | (86,674,176) | (12,742,075) | (5,110,133) | (48,28,730) | (25,637,076) | (8,713,844) | (5,007,860) | (8,713,844) | (5,007,860) | (8,713,844) | (12,079,370) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | (44,016,608) | (45,407,473) | |
| Profit/(Loss) before taxation and unallocated income and expenses | 30,283,138 | 15,707,198 | 26,943,940 | 257,967,646 | 2,291,225 | 47,313,603 | 325,938,977 | 992,362 | 15,544,242 | 96,702 | 271,831,608 | (105,146,721) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 601,790,118 | 590,090,772 | |
| Unallocated income and expenses | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | (10,601,717) | (4,451,179) | |
| Other expenses | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 781,603,495 | 686,441,712 | |
| Other income | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | (9,206,531) | (13,024,861) | |
| Taxation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | (67,131,600) | (32,499,241) | |
| Profit/(Loss) after taxation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 601,790,118 | 590,090,772 | |

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

103 Reconciliation of reportable segment assets and liabilities

| | Spinning | | Weaving | | Processing and Home Textile | | Power Generation | | Total - Company | |
|---|-----------------------------------|-------------------------|-----------------------------------|-------------------------|-----------------------------------|-------------------------|-----------------------------------|-------------------------|-----------------------------------|-------------------------|
| | Un-audited 31 December 2015 | Audited 30 June 2015 | Un-audited 31 December 2015 | Audited 30 June 2015 | Un-audited 31 December 2015 | Audited 30 June 2015 | Un-audited 31 December 2015 | Audited 30 June 2015 | Un-audited 31 December 2015 | Audited 30 June 2015 |
| Total assets for reportable segments | 13,102,913,055 | 12,933,437,972 | 2,484,592,927 | 1,988,592,913 | 5,129,862,888 | 4,186,501,929 | 2,058,424,440 | 1,541,079,500 | 22,775,492,910 | 20,629,612,314 |
| ----- Rupees ----- | | | | | | | | | | |
| Unallocated assets: | | | | | | | | | | |
| Investments in subsidiary companies | | | | | | | | | 3,208,400,635 | 3,097,125,226 |
| Other receivables | | | | | | | | | 1,682,348,600 | 1,530,672,435 |
| Short term investments | | | | | | | | | 22,213,648 | 21,881,484 |
| Cash and bank balances | | | | | | | | | 71,949,111 | 969,467,798 |
| Other corporate assets | | | | | | | | | 2,130,214,288 | 711,074,547 |
| Total assets as per balance sheet | | | | | | | | | 29,890,619,192 | 26,959,843,804 |
| Total liabilities for reportable | 92,562,232 | 59,154,235 | 65,782,947 | 61,912,662 | 374,634,544 | 284,450,125 | 150,335,235 | 140,585,871 | 689,314,958 | 546,102,893 |
| Unallocated liabilities: | | | | | | | | | | |
| Long term financing | | | | | | | | | 4,414,247,000 | 4,691,031,406 |
| Redeemable capital | | | | | | | | | - | 31,250,000 |
| Accrued mark-up | | | | | | | | | 135,487,490 | 171,942,000 |
| Short term borrowings | | | | | | | | | 13,181,988,259 | 10,817,110,967 |
| Other corporate liabilities | | | | | | | | | 1,119,807,697 | 732,780,501 |
| Total liabilities as per balance sheet | | | | | | | | | 19,534,845,404 | 16,990,217,767 |

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

11 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise subsidiary companies, associated undertakings, other related parties, key management personnel and post employment benefit plan. The Company in the normal course of business carries out transactions with various related parties. Details of transactions with related parties are as follows:

i. Transactions

| UN-AUDITED | | | |
|---------------------|---------------------|---------------------|---------------------|
| HALF YEAR ENDED | | QUARTER ENDED | |
| 31 December 2015 | 31 December 2014 | 31 December 2015 | 31 December 2014 |

----- Rupees -----

Subsidiary companies

| | | | | |
|--------------------------------|-------------|-------------|-------------|-------------|
| Sale of goods | 827,814,726 | 616,030,863 | 528,355,819 | 317,928,888 |
| Dividend income | 750,343,280 | 656,550,370 | 750,343,280 | 375,171,640 |
| Common facilities cost charged | 9,600,000 | 9,000,000 | 4,800,000 | 4,500,000 |
| Investment made | 111,275,409 | 615,551,980 | 111,275,409 | 505,748,728 |

Associated undertakings

| | | | | |
|---------------------------|------------|------------|------------|------------|
| Insurance premium paid | 49,241,065 | 53,003,172 | 13,627,361 | 18,320,739 |
| Insurance claims received | 10,501,593 | 6,279,445 | 9,965,233 | 4,140,380 |
| Donations paid | 16,454 | 1,848,000 | 16,454 | 1,848,000 |

Other related parties

| | | | | |
|---|-------------|-------------|-------------|-------------|
| Purchase of goods | 27,289,773 | 5,408,635 | 15,885,193 | 1,763,758 |
| Sale of goods | 333,110,825 | 429,184,184 | 203,614,280 | 172,099,789 |
| Dividend paid | 59,945,910 | 33,303,285 | 59,945,910 | 33,303,285 |
| Contribution to employee's provident fund | 42,485,788 | 37,647,396 | 22,235,402 | 28,847,958 |
| Remuneration of key management personnel | 77,171,507 | 70,875,300 | 77,171,507 | 70,875,300 |

ii. Period end balances

| As at 31 December 2015 (Un-audited) | | | |
|-------------------------------------|-------------------------|--------------------------|-------|
| Subsidiary companies | Associated companies | Other related parties | Total |

----- Rupees -----

| | | | | |
|--------------------------|---------------|------------|------------|---------------|
| Trade and other payables | - | 15,034,523 | 573,257 | 15,607,780 |
| Long term investment | 3,208,400,635 | - | - | 3,208,400,635 |
| Trade debts | 648,293,061 | - | 24,843,576 | 673,136,637 |
| Loans and advances | - | - | 484,714 | 484,714 |
| Other receivables | 13,012,216 | - | 6,757,033 | 19,769,249 |
| Bank balance | - | 14,266,195 | - | 14,266,195 |

| As at 30 June 2015 (Audited) | | | |
|------------------------------|-------------------------|--------------------------|-------|
| Subsidiary companies | Associated companies | Other related parties | Total |

----- Rupees -----

| | | | | |
|--------------------------|---------------|-----------|------------|---------------|
| Trade and other payables | - | 2,405,521 | - | 2,405,521 |
| Long term investment | 3,097,125,226 | - | - | 3,097,125,226 |
| Trade debts | 483,072,445 | - | 31,438,565 | 514,511,010 |
| Loans and advances | - | - | 1,543,616 | 1,543,616 |
| Other receivables | 1,200,000 | - | - | 1,200,000 |
| Bank balances | - | 1,931,335 | - | 1,931,335 |

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

12 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

13 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 'Interim Financial Reporting', the unconsolidated condensed interim balance sheet and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison, however, no significant re-arrangements have been made.

14 DATE OF AUTHORIZATION FOR ISSUE

This unconsolidated condensed interim financial information was approved by the Board of Directors and authorized for issue on February 25, 2016.

CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET

(UN-AUDITED)

AS AT 31 DECEMBER 2015

| | Un-audited 31 December 2015 Rupees | Audited 30 June 2015 Rupees |
|--|---|--------------------------------------|
| EQUITY AND LIABILITIES | | |
| SHARE CAPITAL AND RESERVES | | |
| Authorized share capital | <u>3,000,000,000</u> | <u>3,000,000,000</u> |
| Issued, subscribed and paid-up share capital | 2,402,215,560 | 2,001,846,300 |
| Share deposit money | - | 951,794,725 |
| Reserves | <u>9,906,530,738</u> | <u>8,819,241,226</u> |
| Equity attributable to equity holders of the Holding Company | 12,308,746,298 | 11,772,882,251 |
| Non-controlling interest | <u>3,727,949,099</u> | <u>3,607,323,562</u> |
| Total equity | 16,036,695,397 | 15,380,205,813 |
| LIABILITIES | | |
| NON-CURRENT LIABILITIES | | |
| Long term financing | 13,829,391,916 | 12,976,710,981 |
| CURRENT LIABILITIES | | |
| Trade and other payables | 2,195,875,694 | 1,879,738,635 |
| Accrued mark-up | 453,480,202 | 525,773,933 |
| Short term borrowings | 17,576,718,772 | 16,301,412,103 |
| Derivative financial instruments | 2,353,924 | - |
| Current portion of long term financing | <u>3,300,964,412</u> | <u>3,248,813,130</u> |
| TOTAL LIABILITIES | <u>23,529,393,003</u> | <u>21,955,737,801</u> |
| | 37,358,784,919 | 34,932,448,782 |
| TOTAL EQUITY AND LIABILITIES | <u>53,395,480,317</u> | <u>50,312,654,595</u> |

The annexed notes form an integral part of this consolidated condensed interim financial information.

CHIEF EXECUTIVE

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET
(UN-AUDITED)

AS AT 31 DECEMBER 2015

| | Note | Un-audited 31 December 2015 | Audited 30 June 2015 |
|-------------------------------------|-------------|--|-------------------------------------|
| | | Rupees | Rupees |
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Fixed assets | | 26,325,980,819 | 24,373,712,823 |
| Long term loans to employees | | 22,265,833 | 16,459,773 |
| Long term security deposits | | 20,874,440 | 20,874,440 |
| | | 26,369,121,092 | 24,411,047,036 |
| CURRENT ASSETS | | | |
| Stores, spare parts and loose tools | | 1,543,803,017 | 1,560,071,795 |
| Stock-in-trade | | 10,084,062,430 | 7,400,959,342 |
| Trade debts | | 11,906,464,899 | 12,502,422,838 |
| Loans and advances | | 773,375,369 | 1,026,674,441 |
| Short term deposit and prepayments | | 126,961,018 | 20,516,746 |
| Accrued interest | | - | 477,712 |
| Other receivables | | 2,388,281,991 | 2,354,067,741 |
| Derivative financial instrument | | - | - |
| Short term investments | | 22,213,648 | 21,891,484 |
| Cash and bank balances | | 181,196,852 | 1,014,525,460 |
| | | 27,026,359,224 | 25,901,607,559 |
| TOTAL ASSETS | | 53,395,480,317 | 50,312,654,595 |

DIRECTOR

CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Half Year Ended | | Quarter Ended | |
|---------------------------------------|-------------------------|-------------------------|------------------------|-------------------------|
| | 31 December 2015 | 31 December 2014 | 31 December 2015 | 31 December 2014 |
| | Rupees | Rupees | Rupees | Rupees |
| SALES | 20,622,998,592 | 24,861,767,905 | 10,102,493,960 | 12,610,237,261 |
| COST OF SALES | <u>(17,013,854,500)</u> | <u>(20,983,399,074)</u> | <u>(8,226,237,755)</u> | <u>(10,435,303,358)</u> |
| GROSS PROFIT | 3,609,144,092 | 3,878,368,830 | 1,876,256,205 | 2,174,933,902 |
| DISTRIBUTION COST | <u>(438,745,274)</u> | <u>(418,476,335)</u> | <u>(238,935,443)</u> | <u>(227,452,775)</u> |
| ADMINISTRATIVE EXPENSES | <u>(180,860,511)</u> | <u>(166,761,124)</u> | <u>(91,692,378)</u> | <u>(91,967,588)</u> |
| OTHER OPERATING EXPENSES | <u>(138,730,886)</u> | <u>(82,476,130)</u> | <u>(74,506,518)</u> | <u>(71,374,651)</u> |
| | <u>(758,336,671)</u> | <u>(667,713,589)</u> | <u>(405,134,339)</u> | <u>(390,795,014)</u> |
| | 2,850,807,421 | 3,210,655,241 | 1,471,121,866 | 1,784,138,888 |
| OTHER OPERATING INCOME | 43,237,759 | 49,275,699 | 24,350,803 | 127,565,311 |
| PROFIT FROM OPERATIONS | <u>2,894,045,180</u> | <u>3,259,930,940</u> | <u>1,495,472,669</u> | <u>1,911,704,199</u> |
| FINANCE COST | <u>(1,114,649,570)</u> | <u>(1,762,988,214)</u> | <u>(543,693,506)</u> | <u>(915,275,034)</u> |
| PROFIT BEFORE TAXATION | <u>1,779,395,610</u> | <u>1,496,942,726</u> | <u>951,779,163</u> | <u>996,429,165</u> |
| TAXATION | <u>(93,280,133)</u> | <u>(131,024,185)</u> | <u>(34,858,382)</u> | <u>(78,666,564)</u> |
| PROFIT AFTER TAXATION | <u>1,686,115,477</u> | <u>1,365,918,541</u> | <u>916,920,781</u> | <u>917,762,601</u> |
| PROFIT ATTRIBUTABLE TO: | | | | |
| EQUITY HOLDERS OF THE HOLDING COMPANY | 846,518,511 | 528,608,210 | 505,337,448 | 422,222,821 |
| NON-CONTROLLING INTEREST | <u>839,596,966</u> | <u>837,310,331</u> | <u>411,583,333</u> | <u>495,539,780</u> |
| | <u>1,686,115,477</u> | <u>1,365,918,541</u> | <u>916,920,781</u> | <u>917,762,601</u> |
| EARNINGS PER SHARE - BASIC & DILUTED | 3.59 | (Restated) 2.24 | 2.10 | (Restated) 1.76 |

The annexed notes form an integral part of this consolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Half Year Ended | | Quarter Ended | |
|--|-----------------------------|-----------------------------|---------------------------|---------------------------|
| | 31 December 2015 | 31 December 2014 | 31 December 2015 | 31 December 2014 |
| | Rupees | Rupees | Rupees | Rupees |
| PROFIT AFTER TAXATION | 1,686,115,477 | 1,365,918,541 | 916,920,780 | 917,762,601 |
| OTHER COMPREHENSIVE INCOME | 549,446 | 330,442 | 53,154 | 127,985 |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | <u>1,686,664,922</u> | <u>1,366,248,983</u> | <u>916,973,933</u> | <u>917,890,586</u> |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO: | | | | |
| EQUITY HOLDERS OF THE HOLDING COMPANY | 847,067,956 | 528,938,652 | 505,390,600 | 422,350,806 |
| NON-CONTROLLING INTEREST | 839,596,966 | 837,310,331 | 411,583,333 | 495,539,780 |
| | <u>1,686,664,922</u> | <u>1,366,248,983</u> | <u>916,973,933</u> | <u>917,890,586</u> |

The annexed notes form an integral part of this consolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT

(UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Half Year Ended | | |
|---|-----------------|---------------------------|-----------------------------|
| | 31 December | 31 December | |
| | 2015 | 2014 | |
| Note | Rupees | Rupees | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash generated from operations | 6 | 2,364,033,909 | 2,453,687,649 |
| Net increase in long term security deposits | | - | 388,227 |
| Finance cost paid | | (1,186,943,302) | (1,781,900,430) |
| Income tax paid | | (285,815,968) | (196,336,149) |
| Long term loans to employees | | (5,806,060) | (5,404,212) |
| Net cash from operating activities | | <u>885,468,579</u> | <u>470,435,085</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Capital expenditure on property, plant and equipment | | (2,878,202,113) | (341,511,842) |
| Capital expenditure on intangible assets | | (1,920,000) | - |
| Proceeds from sale of property, plant and equipment | | 5,256,950 | 16,172,500 |
| Short term investments made | | (322,164) | 12,110,294 |
| Profit on bank deposits received | | 1,114,747 | 2,061,751 |
| Net cash used in investing activities | | <u>(2,874,072,579)</u> | <u>(311,167,297)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from long term financing | | 2,582,100,373 | - |
| Repayment of long term financing | | (1,677,268,156) | (1,538,834,546) |
| Short term borrowings - net | | 1,275,306,669 | 2,405,319,170 |
| Proceeds from share deposit money | | 49,128,425 | - |
| Dividend paid to non-controlling interest | | (717,922,612) | (893,061,988) |
| Dividend paid | | (356,618,753) | (195,127,099) |
| Net cash from / (used in) financing activities | | <u>1,154,725,946</u> | <u>(221,704,463)</u> |
| Net decrease in cash and cash equivalents | | (833,878,054) | (62,436,675) |
| Impact of exchange translation | | 549,446 | 330,442 |
| Cash and cash equivalents at the beginning of the year | | 1,014,525,460 | 1,067,350,401 |
| Cash and cash equivalents at the end of the year | | <u><u>181,196,852</u></u> | <u><u>1,005,244,168</u></u> |

The annexed notes form an integral part of this consolidated condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | ATTRIBUTABLE TO EQUITY HOLDERS OF THE HOLDING COMPANY | | | | | | NON-CONTROLLING INTEREST | TOTAL EQUITY | |
|---|---|---------------------|------------------------------|---------------|------------------|-----------------------|--------------------------|---------------|----------------------|
| | Share Capital | Share Deposit Money | Capital Reserve | | REVENUE RESERVES | | | | SHAREHOLDERS' EQUITY |
| | | | Exchange Translation Reserve | Share Premium | General Reserve | Unappropriated profit | | | |
| Balance as at 30 June 2014 - (audited) | 2,001,846,300 | - | (56,857) | 1,629,221,278 | 6,478,727,828 | 8,107,949,108 | 10,109,738,549 | 3,443,288,118 | 13,553,026,667 |
| Total comprehensive income for the half year ended 31 December 2014 | - | - | 330,442 | - | 528,608,210 | 528,608,210 | 528,608,652 | 837,310,331 | 1,366,248,983 |
| Dividend paid to non-controlling interest | - | - | - | - | - | - | - | (629,100,000) | (629,100,000) |
| Final dividend for the year ended 30 Jun 2014 @ Rupees 1 per ordinary share | - | - | - | - | (200,184,630) | (200,184,630) | (200,184,630) | - | (200,184,630) |
| Balance as at 31 December 2014 - (un-audited) | 2,001,846,300 | - | 273,585 | 1,629,221,278 | 6,807,151,408 | 8,458,372,886 | 10,438,922,571 | 3,651,498,449 | 14,089,991,020 |
| Total comprehensive income for the half year ended 30 June 2015 | - | - | (1,094,525) | - | 383,689,480 | 383,689,480 | 382,894,956 | 674,933,507 | 1,057,528,462 |
| Dividend paid to non-controlling interest | - | - | - | - | - | - | - | (719,108,394) | (719,108,394) |
| Share deposit money received during the year | - | 951,794,725 | - | - | - | - | 951,794,725 | - | 951,794,725 |
| Balance as at 30 June 2015 - (audited) | 2,001,846,300 | 951,794,725 | (820,940) | 1,629,221,278 | 7,190,840,888 | 8,820,062,166 | 11,772,892,251 | 3,607,323,562 | 15,380,205,813 |
| Total comprehensive income for the half year ended 31 December 2015 | - | - | 549,446 | - | 846,518,511 | 846,518,511 | 847,067,956 | 839,596,966 | 1,686,664,922 |
| Dividend paid to non-controlling interest | - | - | - | - | - | - | - | (718,971,429) | (718,971,429) |
| Share deposit money received during the year | - | 48,128,425 | - | - | - | - | 48,128,425 | - | 48,128,425 |
| Right shares issued against share deposit money received @ Rs.10/ share | 400,369,260 | (400,369,260) | - | - | - | - | - | - | - |
| Share premium against share deposit money @ Rs.15/share | - | (600,553,890) | - | - | - | - | - | - | - |
| Final dividend for the year ended 30 Jun 2015 @ Rupees 1.5 per ordinary share | - | - | - | - | (960,332,334) | (960,332,334) | (960,332,334) | - | (960,332,334) |
| Balance as at 31 December 2015 - (un-audited) | 2,402,215,560 | - | (271,494) | 1,629,221,278 | 7,677,027,065 | 9,306,248,343 | 12,308,746,298 | 3,727,949,069 | 16,036,695,397 |

The annexed notes form an integral part of this consolidated interim financial information.

CHIEF EXECUTIVE

DIRECTOR

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

1- GROUP INFORMATION

The Group consists of:

| | | |
|----------------------|---|------------------------------------|
| Holding Company | - | Nishat (Chunian) Limited |
| Subsidiary Companies | - | Nishat Chunian Power Limited |
| | - | Nishat Chunian USA Inc. |
| | - | NC Electric Company Limited |
| | - | NC Entertainment (Private) Limited |

Nishat (Chunian) Limited

Nishat (Chunian) Limited ("the Holding Company") is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984 and is listed on the Pakistan Stock Exchange. Its registered office is situated at 31-Q, Gulberg II, Lahore. The Company is engaged in business of spinning, weaving, dyeing, printing, stitching, processing, doubling, sizing, buying, selling and otherwise dealing in yarn, fabrics and made-ups made from raw cotton, synthetic fibre and cloth and to generate, accumulate, distribute, supply and sell electricity.

Nishat Chunian Power Limited

Nishat Chunian Power Limited ("the Subsidiary Company") is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984 and listed on the Pakistan Stock Exchange (Guarantee) Limited. The principal activity of the Subsidiary Company is to build, own, operate and maintain a fuel fired power station having gross capacity of 200 MW and net capacity of 195.722 MW at Jamber Kalan, Tehsil Pattoki, District Kasur, Punjab, Pakistan. Its registered office is situated at 31-Q, Gulberg II, Lahore. The Subsidiary Company has commenced commercial operations from 21 July 2010 and the twenty five years term of the Power Purchase Agreement (PPA) with National Transmission and Despatch Company Limited starts from this date.

Nishat Chunian USA Incorporation

Nishat Chunian USA Inc. is a foreign subsidiary incorporated under the Business Corporation Laws of the State of New York. The registered office of Nishat Chunian USA Inc. is situated at Suite No. 639, 7 West, 34th Street New York, NY 10001, USA. The principal business of the Subsidiary Company is to import home textile products and distribute to local retailer.

Nishat Chunian Electric Company

NC Electric Company Limited is a public limited company incorporated in Pakistan on 18 April 2014 under the Companies Ordinance, 1984. The Company is a wholly owned subsidiary of Nishat (Chunian) Limited. Its registered office is situated at 31- Q, Gulberg II, Lahore. The principal objects of the Company are to develop, design, construct, own and acquire coal powered power generation complexes and thermal, hydel, solar and wind energy projects in Pakistan and to carry on the business of electricity generation, transmission and distribution in Pakistan.

Nishat Chunian Entertainment (Private) Limited

NC Entertainment (Private) Limited is registered under the Companies Ordinance, 1984 as a company limited by shares on 31 January 2014. The registered office of NC Entertainment (Private) Limited is situated at 31-Q, Gulberg II, Lahore. The main objective of NC Entertainment (Private) Limited is to construct and/or operate cinemas, theatres and studios.

2- BASIS OF PREPARATION

This consolidated condensed interim financial information is un-audited and is being submitted to shareholders as required by section 245 of the Companies Ordinance, 1984. This consolidated condensed interim financial information of the Group for the half year ended 31 December 2015 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. This consolidated condensed interim financial information should be read in conjunction with the audited annual published financial statements of the Group for the year ended 30 June 2015.

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of this consolidated condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2015.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this consolidated condensed interim financial information, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 30 June 2015.

5. CONTINGENCIES AND COMMITMENTS

Holding Company

Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual financial statements of the Company for the year ended 30 June 2015 except for the following:

- i) Guarantees of Rupees 131 million (30 June 2015: Rupees 116 million) have been issued by the banks of the Company to Director, Excise and Taxation, Karachi against disputed amount of infrastructure cess.
- ii) Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 915.999 million (30 June 2015: Rupees 584.887 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheque issued as security shall be encashable.
- iii) The Deputy Commissioner Inland Revenue passed an order under sections 161/205 of the Income Tax Ordinance, 2001 creating a demand of Rupees 19,073 million for the tax year 2014. The Company preferred an appeal against this order before Commissioner Inland Revenue (Appeals) [CIR (A)]. The CIR (A) adjudicated that impugned order is unsustainable and remanded back the matter to taxation officer for consideration of legal grounds and merits of the case. The Company has also filed an appeal before Appellate Tribunal Inland Revenue (ATIR) against the order of CIR (A). The proceedings before both forums are pending for adjudication. No provision against this demand has been made in this unconsolidated condensed interim financial information as the Company is confident of favorable outcome of its appeals.

Commitments

- i) Contracts for capital expenditure are amounting to Rupees 82.258 million (30 June 2015: Rupees 754.881 million).
- ii) Letters of credit other than for capital expenditure are amounting to Rupees 309.105 million (30 June 2015: Rupees 447.168 million).
- iii) Outstanding foreign currency forward contracts of Rupees 1,213.592 million (30 June 2015: Rupees 3,689.586 million).

Subsidiary Company

Contingencies

- i) In the financial year 2014, a sales tax demand of Rs 1,161.548 million was raised against the company through order dated November 28, 2013 by the Assistant Commissioner Inland Revenue ('ACIR') by disallowing input sales tax for the tax periods from July 2010 to June 2012. Such amount was disallowed on the grounds that the revenue derived by the company on account of 'capacity purchase price' was against a non-taxable supply and thus, the entire amount of input sales tax claimed by the company was required to be apportioned with only the input sales tax attributable to other revenue stream i.e. 'energy purchase price' admissible to the company. Against the aforesaid order, the company preferred an appeal before the Commissioner Inland Revenue (Appeals) ('CIR(A)') who vacated the ACIR's order on the issue regarding apportionment of input sales tax. However, the CIR(A) did not adjudicate upon the company's other grounds of appeal. Consequently, the company preferred an appeal before the Appellate Tribunal Inland Revenue ('ATIR') on the issues not adjudicated upon by the CIR(A) and the Department also preferred a second appeal before the ATIR against the CIR(A)'s order, which are both pending adjudication.

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

Furthermore, during the financial year 2015, the Deputy Commissioner Inland Revenue ('DCIR') issued a show cause notice dated November 11, 2014, whereby intentions have been shown to raise a sales tax demand of Rs 1,093.262 million by disallowing input sales tax claimed by the company for the tax periods from July 2010 to June 2012 on the abovementioned grounds of the ACIR. Aggrieved by this show cause notice, the company filed a writ petition before the Lahore High Court ('LHC'), whereby the LHC through its latest order dated December 14, 2015 has provided interim relief to the company to the extent that no final order shall be passed by the DCIR until the next hearing.

Based on the advice of the company's legal counsel, management believes that there are meritorious grounds to defend the company's stance in respect of the abovementioned input sales tax claimed by the company. Consequently, no provision has been made in this condensed interim financial information.

The banks have issued the following on behalf of the subsidiary company:

- i) Irrevocable standby letter of credit in favour of Wartsila Pakistan (Private) Limited ('Wartsila') for Nil (June 30, 2015: Rs 45,000,000).
- ii) Letter of guarantee of Rs 8,031,988 (30 June 2015: 7,031,988) in favour of Director, Excise and Taxation, Karachi under direction of Sindh High Court in respect of suit filed for levy of infrastructure cess.
- iii) Letter of guarantee of Rs 65,076,000 (30 June 2015: Rs 65,076,000) in favour of Punjab Power Development Board, Energy Department, Government of the Punjab, Lahore, in respect of issuance of Letter of Interest to the company to set up a 660 MW Imported Coal Fired Power Plant in Rahim Yar Khan, Punjab.

| | Un-audited 31 December 2015 | Audited 30 June 2015 |
|--|--|--|
| Commitments | Rupees | Rupees |
| i) Letter of credit other than for capital expenditure | 217,871,671 | 21,886,113 |
| | Un-audited Half year ended 31 December 2015 | Un-audited Half year ended 31 December 2014 |
| | Rupees | Rupees |
| 6. CASH USED IN OPERATIONS | | |
| Profit before taxation | 1,779,395,610 | 1,496,942,726 |
| Adjustment for non cash charges and other items: | | |
| Depreciation on operating assets | 925,945,292 | 953,919,665 |
| Amortization on intangible assets | 1,978,602 | 1,676,295 |
| Gain on sale of operating fixed assets | (5,214,723) | (8,637,527) |
| Interest on bank deposits | (1,114,747) | (1,659,740) |
| Unrealised gain on derivative financial instrument | 3,981,876 | 1,714,617 |
| Finance costs | 1,114,649,570 | 1,762,988,214 |
| Cash flows from operating activities before working capital changes | 3,819,621,481 | 4,206,944,250 |
| (Increase) / decrease in current assets | | |
| - Stores, spare parts and loose tools | 16,268,778 | (198,630,414) |
| - Stock in trade | (2,683,103,088) | (3,574,790,099) |
| - Trade debts | 595,957,939 | 2,184,132,310 |
| - Loans and advances | 253,299,072 | (1,003,706,100) |
| - Short term deposits and prepayments | (106,444,272) | (102,122,109) |
| - Other receivables | 157,059,339 | 53,061,688 |
| Increase in current liabilities | | |
| - Trade and other payables | 311,374,661 | 888,798,123 |
| | (1,455,587,571) | (1,753,256,601) |
| Cash generated from operations | 2,364,033,909 | 2,453,687,649 |

FOR THE HALF YEAR ENDED 31 DECEMBER 2014

7. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, other related companies, key management personnel and post employment benefit plan. The Group in the normal course of business carried out transactions with various related parties. Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in this financial information are as follows:

| | Un-audited Half year ended 31 December 2015 | Un-audited Half year ended 31 December 2014 |
|---|--|--|
| | Rupees | Rupees |
| Associated company | | |
| Insurance premium paid | 133,231,603 | 138,867,931 |
| Insurance claims received | 10,501,593 | 6,279,445 |
| Other related parties | | |
| Purchase of goods | 27,289,773 | 5,408,635 |
| Sale of goods | 333,110,825 | 429,184,184 |
| Contribution to employees' provident fund | 46,133,098 | 39,197,808 |
| Dividend paid to other related parties | 59,945,910 | 33,303,285 |
| Remuneration paid to key management personnel | 84,134,807 | 78,048,632 |
| Donation paid to related parties | 4,906,454 | 28,696,000 |
| | Un-audited Quarter ended 31 December 2015 | Audited Year ended 30 June 2015 |
| | Rupees | Rupees |
| Period end balances | | |
| Bank balances with related party | 14,201,202 | 3,766,000 |
| Due from related parties | 25,328,290 | 12,707,000 |
| Due to related parties | 15,607,780 | 2,406,000 |

8. EVENTS AFTER BALANCE SHEET DATE

The Board of Directors' of Nishat Chunian Power Limited (the Subsidiary Co) at their meeting held on February 25, 2016 had declared interim cash dividend of Rupees 2 per ordinary share (30 June 2015: Rupees 2) for the half year ended December 31, 2015.

9. CORRESPONDING FIGURES

Corresponding figures have been rearranged / regrouped wherever necessary for the purpose of comparison. However, no significant rearrangements / regroupings have been made.

10. DATE OF AUTHORIZATION FOR ISSUE

This consolidated condensed interim financial information was approved and authorized for issue on February 25, 2016 by the Board of Directors.

CHIEF EXECUTIVE

DIRECTOR

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